COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION OF THE APPLICATION OF THE)	
FUEL ADJUSTMENT CLAUSE OF EAST)	CASE NO.
KENTUCKY POWER COOPERATIVE, INC. FROM)	2013-00445
MAY 1, 2013 THROUGH OCTOBER 31, 2013)	

ORDER

Pursuant to 807 KAR 5:056, the Commission established this case on February 7, 2014, to review and evaluate the operation of the Fuel Adjustment Clause ("FAC") of East Kentucky Power Cooperative, Inc. ("East Kentucky") for the six-month period that ended on October 31, 2013. As part of this review, East Kentucky submitted certain information, pursuant to Commission Order, concerning its compliance with 807 KAR 5:056. The Commission held a public hearing on this matter on April 10, 2014. On April 18, 2014, East Kentucky filed its response to a request made at the hearing.

The Commission has previously established East Kentucky's base fuel cost as 30.14 mills per kWh.¹ A review of East Kentucky's monthly FAC filings shows that the fuel cost billed for the six-month period under review ranged from a low of 26.83 mills in September 2013 to a high of 31.39 mills in May 2013, with a six-month average of 28.46 mills.

¹ Case No. 2010-00491, An Examination of the Application of the Fuel Adjustment Clause of East Kentucky Power Cooperative, Inc. from November 1, 2008 through October 31, 2010 (Ky. PSC May 31, 2011).

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds no evidence of improper calculation or application of East Kentucky's FAC charges or improper fuel procurement practices.

IT IS THEREFORE ORDERED that the charges and credits billed by East Kentucky through its FAC for the period May 1, 2013, through October 31, 2013, are approved.

By the Commission

ENTERED

JUN 02 2014

KENTUCKY PUBLIC SERVICE COMMISSION

ATTEST:

Executive Director

Anthony S Campbell President & CEO East Kentucky Power Cooperative, Inc. 4775 Lexington Road P. O. Box 707 Winchester, KY 40392-0707